

HARGROVE, SMELLEY, STRICKLAND & LANGLEY

JOSEPH L. HARGROVE, JR.
DAVID L. SMELLEY
PAUL A. STRICKLAND
GLENN L. LANGLEY
LOUISE F. PEARCE
JONATHAN F. RABURN

(A PROFESSIONAL LAW CORPORATION)

AMERICAN TOWER, SUITE 600
401 MARKET STREET
SHREVEPORT, LOUISIANA 71101-3239

THOMAS J. WYATT (1942-1996)

MAILING ADDRESS
POST OFFICE BOX 59
SHREVEPORT, LOUISIANA 71161-0059
TELEPHONE (318) 429-7200
TELECOPIER (318) 429-7201

April 20, 2006

OF COUNSEL
WILLIAM G. CONLY

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 44275
Baton Rouge, Louisiana 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Travis Peak Sands of the Hosston Formation and Cotton Valley
Formation, Reservoir A, SUGAR CREEK FIELD, Claiborne
Parish, Louisiana.

Dear Sir:

SUGAR CREEK PRODUCING COMPANY ("Applicant") hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Travis Peak Sands of the Hosston Formation and to the Cotton Valley Formation, Reservoir A, in the Sugar Creek Field, Claiborne Parish, Louisiana:

1. To permit Applicant to drill, designate and utilize two (2) additional alternate unit wells for TP SUB and for CV RA SUI at the locations shown on attached plats.
2. To permit Applicant to drill, designate and utilize an alternate unit well for TP SUI and an additional alternate unit well for CV RA SUH at the location shown on attached plats.
3. To approve exceptions to the spacing provisions of Office of Conservation Order No. 23-H, effective January 1, 1961 (applicable to the Travis Peak Sands of the Hosston Formation) and Office of Conservation Order No. 23-P, effective November 21, 1978 (applicable to the Cotton Valley Formation, Reservoir A), for any of the proposed wells the location of which, as shown on the attached plats, does not comply with the spacing provisions in said Orders.
4. To find that each of the proposed wells is necessary to efficiently and economically drain a portion of the Travis Peak Sands of the Hosston Formation and the Cotton Valley Formation, Reservoir A, underlying the units on which these wells are to be located which cannot be efficiently and economically drained by any existing well within these units.
5. To permit the operators of TP SUB, CV RA SUI, TP SUI and CV RA SUH to produce the allowables assigned to these units from either the unit well, any alternate unit well, or from any combination of such wells, at the option of the operators.
6. To designate Applicant as operator of the proposed alternate unit wells for TP SUB and for CV RA SUI and to authorize Applicant to report production from such wells separately from the wells which are operated by Williamson Oil & Gas, Inc., on said units.
7. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

dls/app/sugarcreek2.application

Honorable James H. Welsh
April 20, 2006
Page 2

The Travis Peak Sands of the Hosston Formation in the Sugar Creek Field, Claiborne Parish, Louisiana, is defined in Office of Conservation Order No. 23-H-3, effective September 22, 1977.

The Cotton Valley Formation, Reservoir A, in the Sugar Creek Field, Claiborne Parish, Louisiana, is defined in Office of Conservation Order No. 23-P, effective November 21, 1978.

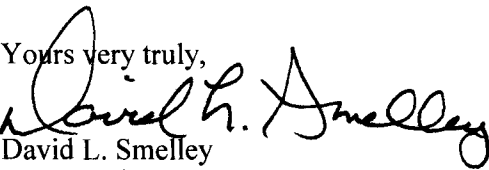
Any pertinent data concerning this application will be available for inspection at the offices of Mr. Joe B. Adams, 9141 Interline Avenue, Suite 3A, Baton Rouge, Louisiana 70809. Any person wishing to inspect any such data should call Mr. Adams at (225) 929-6097 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data which is not otherwise available from the records of the Louisiana Office of Conservation can be obtained from Applicant at the expense of the requesting party.

As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of this letter and of each of the attached plats is being sent to the District Manager of the Shreveport District of the Office of Conservation and to each of the Interested Owners, Represented Parties and Interested Parties shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing and the enclosed plats at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Sugar Creek Field, all in accordance with the Revised Rules of Procedure. Furthermore, a copy of the Legal Notice will be mailed to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

A check payable to the Office of Conservation and covering the application fee is enclosed.

Yours very truly,

David L. Smelley
-- Attorney for Sugar Creek Producing Company

DLS:dp
Enclosures
cc: Mr. Jim Broussard (w/encls.)
Mr. Robert E. Smitherman (w/encls.)
Mr. Joe Adams (w/encls.)
Interested Owners, Represented
Parties and Interested Parties (w/plats only)

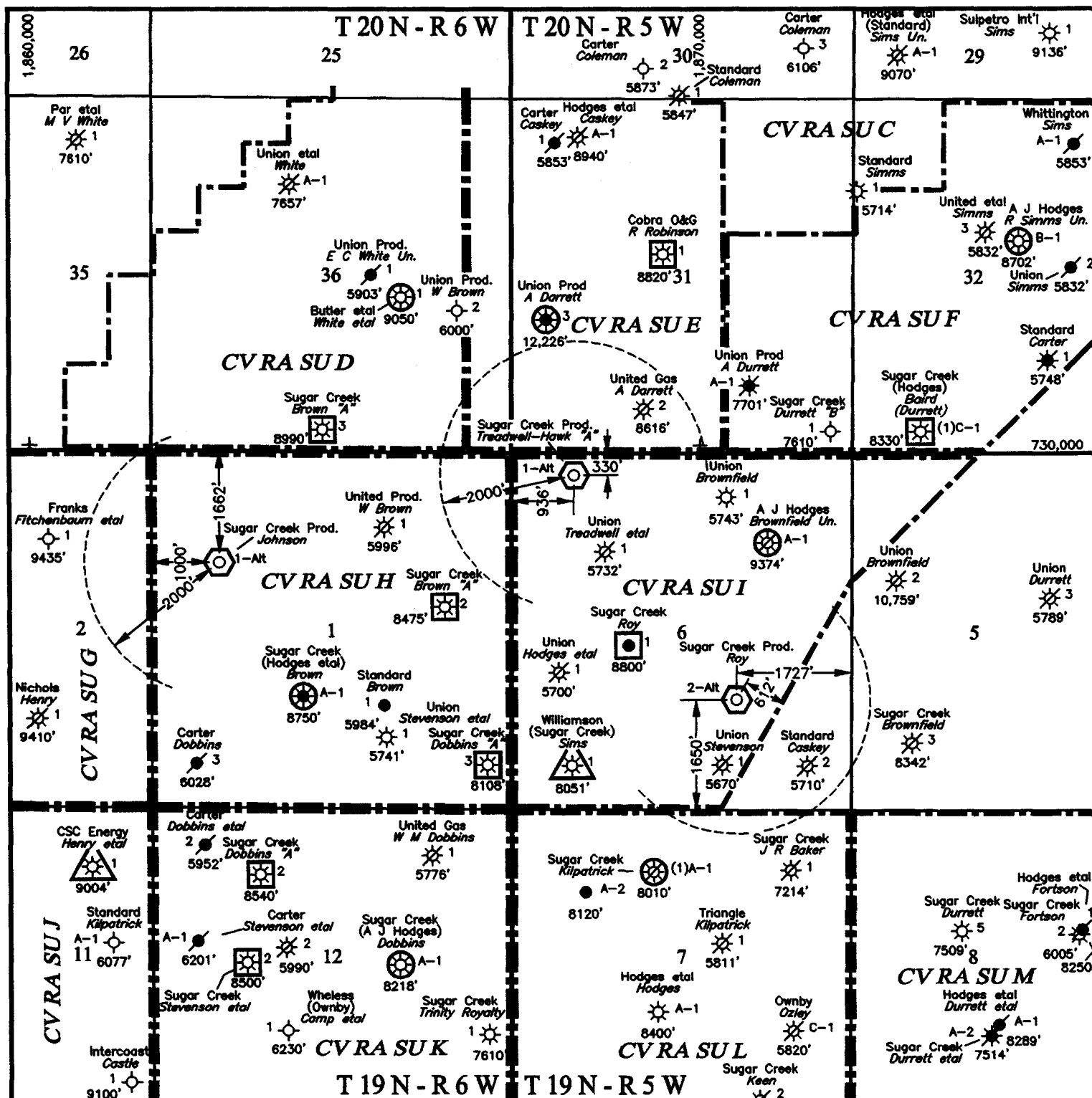


EXHIBIT No. 1

DOCKET No. 06-

LEGEND

- : EXISTING UNITS
- : PROPOSED ALTERNATE UNIT WELLS
- : UNIT WELLS
- : SUBSTITUTE UNIT WELLS
- : ALTERNATE UNIT WELLS

GEOLOGIST: JOE B. ADAMS
 ONLY WELLS > 5000' TD SHOWN

SUGAR CREEK PRODUCING COMPANY
 SHREVEPORT, LOUISIANA

SUGAR CREEK FIELD
 CLAIBORNE PARISH, LOUISIANA
 PROPOSED ALTERNATE UNIT WELL
 FOR CV RA SU H
 PROPOSED ALTERNATE UNIT WELLS
 AT EXCEPTIONAL LOCATIONS
 FOR CV RA SU I

